

100-4370/1-59
COPY, OF,

8 July 1959

Answer 5
TE-2191

Dear Dan:

I am enclosing herewith two (2) copies of the amended contract and wish to document our conversation of today.

I notified you of a probable overrun on the \$11,700 of Job 2684. The cause of this overrun is outside of our control in that the technical representatives are not satisfied with the calibration of the overall system and are holding it for further tests and, if necessary, rework. Such extended time requires our people and, in fact, overtime. The reason for this is not hard to understand when one realizes that they are attempting to make a fairly precise measurement in an airplane with equipment that has never been completely assembled in this manner before. They are having problems of ambient temperature, airborne conditions and just generally those associated with making any new measurement. Since our function is to service the requirements of the technical people responsible, we have no choice but to render the support requested.

I would like to state, however, that from my experience with general instrumentation problems, that the delays and difficulties are not unreasonable and can well be expected.

Our best estimate at this time is that the salaries and wages figure of \$3,600 will approximately double. We would expect no significant increase in M&S, G&A, Capital Equipment or Per Diem.

I shall keep you posted if any further overrun becomes apparent, but would appreciate a letter authorizing us to continue under the present amendment.

65, 112 23 4 01 1959

CONTAINS SENSITIVE

COMINT FORWARDED INFORMATION

54
DOCUMENT NO. 54
NO CHANGE IN CLASS
 DECLASSIFIED
CLASS. CHANGED TO: TS 304
NEXT REVIEW DATE: 2/6/81
GUTHIER HR 102
DATE 2/6/81 REVIEWER: 018370

8 July 1959

Under the new conditions, the breakdown of costs would be
as follows:

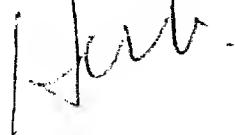
STATINTL

Labor
Burden
M & S
G & A
Cap. Equip.
Per Diem
Other DC

Fee



Very truly yours,

A handwritten signature in black ink, appearing to read "John" or "John S.", is written below the typed "Very truly yours,"